

Query:	14. EX.49: Performance audit: Roads infrastructure and road maintenance	RESPONSIBLE PERSON: Control Technician Roads & Stormwater: R Diergaardt
Home	Ineffective Control Environment	Due Date 30-Jun-16

0
15
0.00%

STATUS

0

0

0

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3

Query
<p>The municipality underspent/overspent their 2014-15 PPE renewal budget by 43% on BAK59492 (Paving and upgrading of storm water at Smarties Valley - Rosedale) due to the unspent portion being taken back by National Treasury. The project had to be funded with own funding. A request was issued for the grant amounts to be returned. A smaller portion of the amount was allocated to the municipality through the grant. The municipality therefore made arrangements with the contractors to fast track the projects and reduce costs as far as possible. Management has subsequently implemented controls to ensure that such instances do not re-occur.</p> <p>(ii) The selected roads infrastructure renewal projects have exceeded the planned completion date on average by 387 days. This was due to funding from National Treasury that had to be returned to Treasury and a delay was experienced from treasury to return the amounts that had to be paid back. Management has subsequently implemented controls to ensure that such instances do not re-occur.</p>

Proposed Solution	Resources to be used
(a) Compilation of budget implementation plan for each project	(a)
(b) Quarterly financial reporting to Council to measure progress of implementation plan	(b)
(c) Monthly progress report to senior management meeting.	(c)
(d) Smarties Valley Paving project has been removed from the 2015/2016 biudget. Revised costing has been submitted to the Dept of Roads and Public Works for inclusion of the project in their 2016/2017 budget. Civil to prove that costing was submitted, if not solution to be adjusted	(d)

Progress (from last reporting date)
(a) See Item 6 - Exception 32
(b) See Item 6 - Exception 32
(c) See Item 6 - Exception 32
(d)